DEPARTMENT OF INSURANCE

RATE SPECIALIST BUREAU 300 SOUTH SPRING ST, SOUTH TOWER LOS ANGELES CA 90013-1230



February 18, 2004

TO: ALL INSURERS WRITING CHILD CARE LIABILITY INSURANCE

IN THE STATE OF CALIFORNIA AND OTHER INTERESTED PERSONS

SUBJECT: ANNUAL REPORT OF CHILD CARE LIABILITY INSURANCE STATISTICS

PURSUANT TO SECTION 1864 OF THE CALIFORNIA INSURANCE CODE

Attached hereto are the reporting forms for the captioned report for calendar year 2003. This report is due by **May 1, 2004**. You can also download the forms from the Department website at http://www.insurance.ca.gov (Insurers, Annual Rate Regulation Report Forms and Instructions).

Please note that we require carriers to file a separate report for family day care homes insured under a child care liability insurance policy and for family day care homes insured under an endorsement to the homeowners' policy. If an absolute figure is "not available" (i.e. policy count, number of providers insured, losses paid, etc.), please supply your best estimate and indicate so on the form.

If your company does not write child care liability or has no data to report, please fill out and return only Page 1 of the report form indicating that your company has no data to report. Please complete the forms and return them to our office by the due date. If you have any questions, please call my staff, Maria Teruya, at (213) 346-6546. Thank you for your cooperation.

Very truly yours,

George Yen Chief, Rate Specialist Bureau

Fax #: (213) 897-6361

2003

CALIFORNIA CHILD CARE LIABILITY INSURANCE REPORT

(Section 1864 of the California Insurance Code)

GENERAL INSTRUCTIONS

- Pursuant to Section 1864 of the California Insurance Code, this report is required of each insurer transacting insurance covering liability for child day care providers, licensed under the State Health and Safety Code Sections 1596.76, 1596.78, and 1596.79.
- 2. The amounts reported are to reflect only the business written in California. This report is to be filed on a company group basis with inter-company reinsurance transactions excluded. A separate report is to be filed for the total business of each insurance group for each type of child-care facility (e.g., family day care homes for children and child-care centers). For family day care homes, fill out separate reports on home insured under a liability insurance policy and homes insured under an endorsement to the homeowners' insurance policy.

All amounts to be reported are to be with respect to the "net direct premiums". "Net direct premiums" mean total direct premiums written on child care liability insurance in this state, including the liability portion of the multi-peril policies, less return premiums and any surplus premium deposits. "Net direct premiums" do not include reinsurance assumed or ceded.

3. <u>If you are reporting data, please attach a copy of your company's Insurance Expense Exhibit</u> (IEE) to this Report. If you are reporting on a group basis, please supply your group's <u>Consolidated Insurance Expense Exhibit.</u>

If your company <u>did not write</u> child care liability or has no data to report, complete only Page 1 of the report and return it to the Department.

- 4. Since the premiums and losses are reported herein on a direct basis, there is no need for this Report to be filed by reinsurers.
- 5. Completed forms are due by **May 1, 2003** and are to be mailed to:

California Department of Insurance
Rate Specialist Bureau
300 South Spring Street, South Tower
Los Angeles CA 90013-1230

Please contact Ms. Maria Teruya at (213) 346-6546, or by E-mail at TeruyaM@insurance.ca.gov, if any questions arise regarding the completion or filing of this report.